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November 3, 2000

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TRANSMITTED VIA FAX (615) 741-2336 / Original to Follow Via U.S. Mail

K. David Dwaddell, Executive Secretary Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, Tennessee 37243-0505

Re: Telergy Network Services, Inc.

Docket No. 00-00661

Dear Mr. Dwaddell:

In response to your letter dated October 2, 2000, please be advised that Telergy intends to initially provide services on a resale basis and has not planned a facilities-based footprint. Telergy is still in the early stages of market research with respect to the State of Tennessee. Accordingly, market, construction and financial projections are not yet available. The Company will file the information requested with the Commission prior to actual entry into the Tennessee market.

Very truly yours,

Diann Lawson

Regulatory Compliance Paralegal Telergy Network Services, Inc.